ORIGINAL

EX PARTE OR LATE FILED

SWIDLER BERLIN SHEREFF FRIEDMAN, LLP

3000 K STREET, NW, SUITE 300 WASHINGTON, DC 20007-5116 TELEPHONE (202)424-7500 FACSIMILE 0

> NEW YORK OFFICE 405 LEXINGTON AVENUE NEW YORK, NY 10174

April 11, 2001

RECEIVED

APR 1 1 2001

FEDERAL COMMUNICATIONS COMMUNICATION
OFFICE OF THE SECRETARY

VIA HAND DELIVERY

Magalie Roman Salas Secretary Federal Communications Commission The Portals - TW-A325 445 Twelfth Street, S.W. Washington, DC 20554

Re: Ex Parte

CC Docket No. 96-98 / CC Docket No. 98-147

Dear Ms. Salas:

Pursuant to Section 1.1206(b) of the Commission's rules, 47 C.F.R. Section 1.1206(b), this letter provides notice that on April 10, 2001 Julia Strow, Vice President - Regulatory, Cbeyond Communications, and the undersigned met in separate meetings with: (1) Kyle Dixon, Office of the Chairman (via conference call), (2) Samuel Feder, Office of Commissioner Harold Furchgott-Roth, and (3) Sarah Whitesell, Office of Commissioner Gloria Tristani concerning issues in the above-captioned proceedings. We presented the views set forth in the attached document, which was provided at the meetings.

Four copies of this letter are attached.

directory,

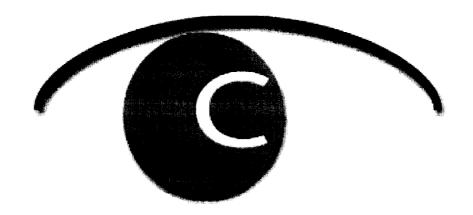
Patrick J. Donovan

cc: Kyle Dixon

Samuel Feder Sarah Whitesell Paula Silberthau

> No. of Copies rec'd 074 List ABCDE

373874.1

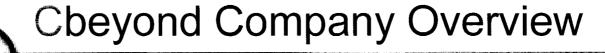


CBEYOND COMMUNICATIONS

Julia Strow Vice President - Regulatory

April 10, 2001

CC Docket Nos. 96-98, 98-147



- Cbeyond Communications is a next generation Broadband Applications Service Provider (BASP) headquartered in Atlanta, Georgia
- Cbeyond was founded in November, 1999 and received \$141M in initial funding April, 2000
- Cbeyond provides service over a Cisco powered IP-based network utilizing state of the art technology
- Cbeyond is a facilities-based communications service provider with "smartest" build network deployment strategy utilizing unbundled loops and collocation in addition to a complementary EEL strategy
- Cbeyond's broadband services are not limited by technology - services are provisioned via DS1 interface which supports fiber, traditional T-1 and DSL and will support new access technologies as they emerge



- Initial service offering is a fully integrated suite of voice and Internet-based applications over a single network connection
- Cbeyond is providing service to very small business customers (5 to 25 lines) in Tier 1 markets- Cbeyond's base package is a five line package
- Cbeyond offers small businesses a competitive choice and provides big business tools to a previously underserved segment of the market
- Extensive technical and market trials successfully performed during 2000 and early 2001 to test/validate the technology and OSS/BSS systems to meet our commitment of providing excellent customer service
- Cbeyond began offering service in March, 2001 to small business customers in Atlanta and will be in four additional markets this year

The Cbeyond Difference

Cbeyond vs Legacy Providers

- Broadband vs Narrowband
- Packet Switched vs Circuit Switched
- Single Network vs Separate Networks
- Access Agnostic vs Access Specific
- Integrated Services vs Bundled Pricing
- Next Generation Economics vs Legacy Economics

What Cbeyond Needs from the FCC

- Continued enforcement of the Telecommunications Act of 1996 and the FCC's procompetitive policies for promoting facilities-based competition
- Critical time for local competition given current market conditions – competitive providers need certainty in rules and regulations
- The requirements of the Act are technology neutral - FCC rules and regulations should facilitate technological innovation, not thwart it

Overview of Critical FCC Proceedings

- Local Switching Carve Out/UNE-P
- Collocation Remand

Local Switching Carve Out

The Commission should expand the switching carve-out rule to include any MSA that meets the 4 switch test proposed by Allegiance Telecom

- If the collocation standard proposed by Allegiance is adopted,
 MSAs where incumbent LECs have elected the switching carve out under the existing rules should be grandfathered
- The Commission should not raise the four line threshold given the evidence that facilities based competitors are serving customers with as few as five lines
- The Commission should maintain the voluntary EEL condition and should establish benchmark provisioning intervals consistent with special access provisioning intervals
- ILEC compliance with the FCC's rules on special access conversions to EELs must be enforced to make conversion to EEL viable



Collocation

- Multifunction equipment should be permitted as long as it used for interconnection or access to unbundled network elements
- CLEC to CLEC cross-connection should be permitted through CLEC self provisioning and through ILEC provisioning at TELRIC rates and at FCC established intervals
- The FCC should reaffirm its national default standard of 90 day intervals for caged collocation and 60 day intervals for cageless collocation
- For augmentations to existing physical collocation space, the Commission should require ILECs to comply with requests within 30 calendar days unless substantial construction is required

Cbeyond Communications

James Geiger - Chief Executive Officer

Julia Strow - Vice President, Regulatory

Brooks Robinson - Vice President, Business Strategy

April 11, 2001

CC Docket No. 96-98